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Application to Amortize Certified Pollution Control Facility

3580

Attach to your California tax return.

Name(s) as shown on return	Social security or California corporation number
Address of facility (number and street)	Federal employer identification number (F.E.I.N.)
City, town or post office, state and ZIP code	
General nature of business	

This election is to amortize the cost of a certified pollution control facility located in California over a 60-month period.

This election applies to: ☐ Air pollution ☐ Water pollution Complete Parts I and II, and get certification for Part III or Part IV. See instructions.

Part I Pollution Control Facility

Date purchased or construction completed	Useful life of facility	Is facility in operation? <input type="checkbox"/> Yes <input type="checkbox"/> No	If "Yes," date facility was placed in operation	If "No," date facility is expected to be placed in operation
Is facility an addition to existing facility? <input type="checkbox"/> Yes <input type="checkbox"/> No	Is this a new facility? <input type="checkbox"/> Yes <input type="checkbox"/> No	Total cost \$	Amortization (monthly) \$	

The amortization to begin with: ☐ Month following acquisition or completion ☐ Year following acquisition or completion

Part II Description of Facility and/or Components

(Include trade or technical name, model number, manufacturer's name and address, etc.)

I certify that the above information is true and correct to the best of my knowledge and belief.

Signature and title	Date
Part III Certification by the State Air Resources Board (Air Pollution)	
Signature and title	Date

Comments

Part IV Certification by the State Water Resources Control Board (Water Pollution)

Signature and title	Date
Comments	

Instructions for Form FTB 3580

Application to Amortize Certified Pollution Control Facility

References in these instructions are to the Internal Revenue Code (IRC) as of January 1, 1993, and to the California Revenue and Taxation Code (R&TC).

General Information

A Purpose of Form

Use form FTB 3580 to request certification of a pollution control facility placed in service in California, and to elect to amortize the basis over a period of 60 months. This election is in accordance with the provisions of IRC Section 169 and R&TC Section 17250 (e) and Section 24372.3. The basis for this purpose may be limited. See amortizable basis below.

The amortization deduction, if elected, is in lieu of depreciation otherwise allowable.

B Definitions

Amortizable basis is that portion of the adjusted basis (for determining gain) of a certified pollution control facility that may be amortized. Adjusted basis includes the cost of purchase and installation or, if the facility is fabricated by you, the cost of labor and materials.

If the facility has a useful life of more than 15 years, you must reduce the amortizable basis of the facility to an amount that is in the same ratio as 15 years is to the facility's total years of useful life.

For example, if the adjusted basis of the facility is \$500,000 and its useful life is 20 years, then compute the amortizable basis in this way:

$$\$500,000 \times \frac{15}{20} = \$375,000$$

You may not increase the basis elected to be amortized because of additions or improvements after the amortization period begins.

Certified pollution control facility is a new identifiable treatment facility located in California and used, in connection with a plant or other property in operation before 1/1/76, to abate or control water or atmospheric pollution or contamination by removing, altering, disposing, storing or preventing the creation or emission of pollutants, contaminants, wastes or heat.

It must not significantly:

- increase the output or capacity, extend the useful life, or reduce the total operating costs of such plant or other property; or
- alter the nature of the manufacturing or production process or facility.

The State Air Resources Board (air pollution) or the State Water Resources Control Board (water pollution) must certify that the pollution control facility is in conformity with the state program or requirements for abatement or control of water or atmospheric pollution or contamination.

New identifiable treatment facility includes only tangible property subject to an allowance for depreciation as provided in IRC Section 167. It must be identifiable as a treatment facility, and must meet one of these two conditions:

1. You must have completed construction, reconstruction or erection of the property after 12/31/68. However, if the treatment facility is used in connection with any plant or other property not in operation

before 1/1/69, you must have completed the construction, reconstruction or erection of the treatment facility property after 12/31/75; or

2. You must have acquired the property after 12/31/68, if the original use of the property commences with you.

Original use means the first use to which the property is put, regardless of whether the use corresponds to your use of the property.

C Amortization Period

At your election, the 60-month amortization period begins with the month following the month, or with the year succeeding the year, in which you completed or acquired the facility.

D Election and Certification

Make the election to amortize the amortizable basis of a certified pollution control facility by completing Parts I and II of form FTB 3580. Then apply to the appropriate agency for certification.

Air pollution. If this election applies to air pollution, you must apply for certification from the State Air Resources Board. Mail three copies of the completed form to:

**State Air Resources Board
Stationary Source Division
Attn: Division Chief
P.O. Box 2815
Sacramento, CA 95812-2815**

The State Air Resources Board will add its certification to Part III if the facility meets the requirements of the California Revenue and Taxation Code. The Board will return the original and one copy of form FTB 3580 to you. Attach the original to the first return filed with the Franchise Tax Board on which you take the amortization. Keep the copy for your records.

Water pollution. If this election applies to water pollution, you must apply for certification from the State Water Resources Control Board. Mail three copies of the completed form to:

**State Water Resources Control Board
P.O. Box 944213
Sacramento, CA 94244-2130**

The State Water Resources Control Board will add its certification to Part IV if the facility meets the requirements of the California Revenue and Taxation Code. The Board will return the original and one copy of form FTB 3580 to you. Attach the original to the first return filed with the Franchise Tax Board on which you take the amortization. Keep the copy for your records.